



Request for City Council Committee Action from the Department of Public Works

Date: June 4, 2013

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Referral to: Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

**Subject: Public Hearing: 11th St. S., Grant St. E., 14th St. E., and 5th Ave. S.
Resurfacing Project**

Recommendation:

A. Passage of a Resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$165,163.35 for the 11th St S, Grant St E, 14th St E and 5th Av S Street Resurfacing Project No 5254.

B. Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$165,170 for the 11th St S, Grant St E, 14th St E and 5th Av S Street Resurfacing Project with the bonds to be paid for from special assessments.

Previous Directives:

- April 26, 2013 Council resolution 2013R-181, designating the locations and streets to be improved
- Nov 16, 2012 Council resolution 2012R-605, establishing the 2013 Uniform Assessment Rates

Department Information:

Prepared by: Suzette R. Hjermstad, R.E. Investigator II
Michael D. Kennedy, P.E, Director, Transportation, Maintenance & Repair

Approved by: _____

Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Mike Kennedy

Reviews

- Permanent Review Committee (PRC): Approval _____ Date _____
- Civil Rights Approval Approval _____ Date _____
- Policy Review Group (PRG): Approval _____ Date _____

Financial Impact

- Action is within the Business Plan
- Other financial impact: Special Assessments against benefited properties

Community Impact

- Neighborhood Notification: public hearing notices mailed to property owners May 20, pre-public hearing meeting scheduled for June 3
- City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city

Supporting Information

On April 26, 2013, the City Council designated the locations, streets and improvements proposed to be made in the 11th St S, Grant St E, 14th St E and 5th Av S Street neighborhood. The cost estimate for this project is \$500,904 and is financed by net debt bonds and special assessments.

The location of the 11th St S street resurfacing project is from the I-35W bridge to 3rd Av S. Eleventh St S at this location is MSA Route No 224 and was last paved in 1959.

The location of the Grant St E project is from the I-35W bridge to Park Av. Grant St E at this location is MSA Route No 224 and was last paved in 1982.

The location of the 14th St E project is from Park Av to 11th Av S. Fourteenth St E at this location is MSA Route No 224 and was last paved in 1982.

The location of the 5th Av S project is 15th St E to Grant St E. Fifth Av S at this location is a local city street and was last paved in 1967.

The street resurfacing would be a mill and overlay of the street surface with plant mix asphalt and other paving related improvements as needed. This paving project is scheduled to begin in September, 2013 and will be constructed by the City's workforce.

The street resurfacing special assessments were determined by applying the 2013 Uniform Assessment Rates to the land area of benefited parcels located within the street influence zone along the improved streets. The approved 2013 resurfacing assessment rates are as follows:

\$0.60 /sq. ft. – Non-Residential

\$0.20/sq ft – Residential

The proposed total assessment amount is \$165,163.35 for the 11th St S, Grant St E, 14th St E and 5th Av S project. Individual assessments of more than \$150 would be collected over 5 years beginning on the 2014 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Assessments of \$150 or less would be collected in their entirety on the 2014 real estate tax statements with interest charged at the same rate as the City pays in interest for selling assessment bonds. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest if they so choose.

City Council has passed resolutions whereby a deferment of special assessments may be obtained by showing hardship for any homestead property owned by a person 65 years of age or older or retired by virtue of a permanent and total disability.

Attachments – Map

Cc: Council Member Lisa Goodman, Ward 7

Jack Qvale, Secretary, Board of Estimate and Taxation

T&PW & W&M/Budget – Your Committee recommends passage and summary publication of the accompanying Resolutions:

1. Ordering the work to proceed and adopting the special assessments for the 2013 Resurfacing Program, 11th St S, Grant St E, 14th St E and 5th Av S Street Resurfacing Project, Special Improvement of Existing Street No. 5254.
2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of street improvements in the 11th St S, Grant St E, 14th St E and 5th Av S Street Resurfacing Project.

Colvin Roy

2013 STREET RESURFACING PROGRAM

**T11TH ST S, GRANT ST E, 14TH ST E and 5TH AV S STREET RESURFACING
PROJECT**

SPECIAL IMPROVEMENT OF EXISTING STREET NO 5254

Ordering the work to proceed and adopting the special assessments for the 11th St S, Grant St E, 14th St E and 5th Av S Street Resurfacing Project.

Whereas, a public hearing was held on June 4, 2013 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis Code of Ordinances to consider the proposed improvements as designated in Resolution 2013R-180, passed April 26, 2013 to consider the proposed special assessments as on file in the Office of the City Clerk and to consider all written and oral objections and statements regarding the proposed improvements and the proposed special assessments;

Now Therefore, Be It Resolved by the City Council of the City of Minneapolis:

That the City Engineer is hereby ordered to proceed and do the work as designated in said Resolution 2013R-180, passed April 26, 2013.

Be It Further Resolved that the proposed special assessments in the total amount of \$165,163.35 for the 11th St S, Grant St E, 14th St E and 5th Av S Project No 5254 Street Resurfacing Project as on file in the office of the City Clerk, be and hereby are adopted and assessed against the benefited properties.

Be It Further Resolved that the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at five (5) and that the interest be charged at the same rate as the City pays in

interest for selling assessment bonds with collection of the special assessments to begin on the 2014 real estate tax statements.

Be It Further Resolved that the number of installments by which the special assessments of \$150 or less may be paid shall be fixed at one (1) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2014 real estate tax statements.

Colvin Roy and Hodges

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$165,170 for certain purposes other than the purchase of public utilities.

Resolved by the City Council of the City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed costs of street improvements in the 11th St S, Grant St E, 14th St E and 5th Av S Street Resurfacing Project, Special Improvement of Existing Street No 5254, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collected in five (5) successive annual installments, payable in the same manner as real estate taxes.